

KENYA NETWORK INFORMATION CENTRE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025



REPORT OF THE DIRECTORS

The Directors present their report and the audited financial statements for the year ended 31 December 2025 which disclose the state of affairs of The Kenya Network Information Centre. The annual report and financial statements have been prepared in accordance with the Kenyan Companies Act 2015.

1. Incorporation

The Company is incorporated in Kenya as a company limited by guarantee under the Kenya Companies Act, and is domiciled in Kenya.

2. Principal Activity

The principal activity of the company is to manage and administer the .ke country code top level domain (.ke ccTLD) name.

3. Operating Results

The annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-Sized Entities and the requirements of the Kenyan Companies Act, 2015. The accounting policies have been applied consistently compared to the prior year. The results of operation are shown on page 7.

4. Dividends

The directors do not recommend payment of dividend during the year.

5. Directors

The Directors who served during the year are set out on page 2.

6. Disclosure of Information to Auditors

Each director confirms that, so far as he/she is aware at the date of approval of this report, there is no relevant audit information of which the company's auditor is unaware of and that each director has taken all the steps that he ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

7. Auditors

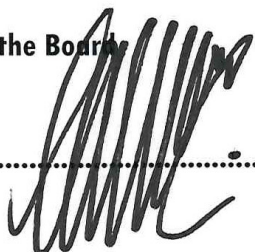
The auditors MGI Alekim LLP, Certified Public Accountants of Kenya, continues in office in accordance with Section 719 (2) of the Companies Act 2015. The Directors monitor the effectiveness, objectivity and independence of the auditor. The Directors also approve the annual audit engagement contract which sets out the terms of the auditor's appointment and related fees.

8. Approval of Financial Statements

The annual financial statements set out on pages 7 to 20, which have been prepared on the going concern basis, were approved by the board of directors on ^{3rd June 2026}.....and were signed on its behalf by:

By order of the Board

.....
Director



STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Kenyan Companies Act, 2015 requires the directors to prepare financial statements for each financial year that give a true and fair view of the financial position of the company as at the end of the financial period and of its profit or loss for that period. It also requires the directors to ensure that the company maintains proper accounting records that are sufficient to show and explain the transactions of the company and disclose, with reasonable accuracy, the financial position of the company. The directors are also responsible for safeguarding the assets of the company, and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

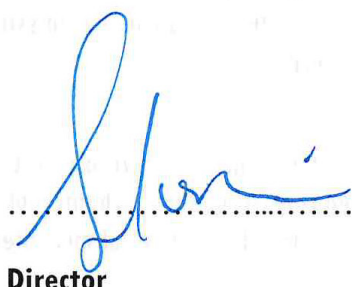
The directors accept responsibility for the preparation and presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and in the manner required by the Kenyan Companies Act, 2015. They also accept responsibility for:

1. Designing, implementing and maintaining such internal controls as they determine necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error;
2. Selecting suitable accounting policies and applying them consistently; and
3. Making accounting estimates and judgements that are reasonable in the circumstances.

Having made an assessment of the company's ability to continue as a going concern, the directors are not aware of any material uncertainties related to events or conditions that may cast doubt upon the company's ability to continue as a going concern.

The directors acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the board of directors on **3rd June 2026** and signed on its behalf by:



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Director



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Director

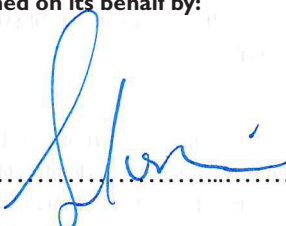
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

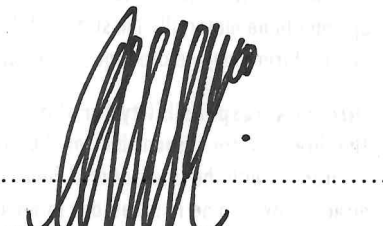
<i>Figures in Kenyan Shillings</i>	Notes	2025	2024
Revenue	3	103,648,445	78,699,972
Other income	4	21,718,732	23,352,683
Operating expenses	5	<u>(107,158,135)</u>	<u>(90,592,770)</u>
Profit before tax		18,209,042	11,459,885
Tax charge	7	<u>(5,742,495)</u>	<u>(5,794,856)</u>
Profit after tax		<u>12,466,547</u>	<u>5,665,029</u>
Other Comprehensive Income		2,500,000	-
Gain on PPE revaluation			
Change in fair value of shares		<u>4</u>	<u>(3,858,322)</u>
Total comprehensive income		<u><u>14,966,550</u></u>	<u><u>1,806,707</u></u>

STATEMENT OF FINANCIAL POSITION

<i>Figures in Kenyan Shillings</i>	Notes	2025	2024
Assets			
Non-current assets			
Property and equipment	8	4,917,953	7,772,469
Intangible assets	9	131,034	196,551
Investment in unquoted shares	10	268,567	268,563
		<u>5,317,554</u>	<u>8,237,583</u>
Current assets	11	<u>4,144,200</u>	<u>4,144,200</u>
Tax recoverable	12	7,743,292	4,446,918
Trade and other receivables	13	204,506,768	184,633,060
Financial assets at fair value	14	62,728,396	7,463,437
Cash and cash equivalent		<u>279,122,657</u>	<u>200,687,615</u>
Total assets		<u><u>284,440,211</u></u>	<u><u>208,925,198</u></u>
Equity and liabilities			
Equity			
Accumulated surplus		168,270,975	155,804,428
Revaluation reserves		<u>6,914,362</u>	<u>4,414,359</u>
		<u>175,185,337</u>	<u>160,218,787</u>
Non-current liabilities			
Grant income (restricted funds)	15	38,778,880	-
Deferred tax	16	<u>6,344,430</u>	<u>4,105,631</u>
		<u>45,123,310</u>	<u>4,105,631</u>
Current Liabilities			
Current tax payable	17	18,958	1,498,130
Trade and other payables	18	11,033,364	10,601,264
Prepaid income	19	<u>53,079,242</u>	<u>32,501,386</u>
		<u>64,131,564</u>	<u>44,600,780</u>
Total Liabilities		<u>109,254,874</u>	<u>48,706,411</u>
Total Equity and Liabilities		<u><u>284,440,211</u></u>	<u><u>208,925,198</u></u>

The annual financial statements and the notes on pages 7 to 20, were approved by the board on 3rd June 2026 and were signed on its behalf by:


.....
Director


.....
Director

